



Umzumbe
MUNICIPALITY

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UMASIPALA WASEMZUMBE

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COMMUNICATIONS, MAYORALTY, & YOUTH DEVELOPMENT

Madam Speaker Cllr Shozi

Amakhosi AseNdlunkulu

Acting Mayor of Ugu Cllr Mthiyane,

Madam Speaker of Ugu Cllr Gumede

Deputy Mayor of Umzumbe Cllr Zungu

Members of the Executive Committee,

All Councilors present,

Acting Municipal Manager Mr Mkhize, Directors and Managers of Umzumbe Municipality;

Ugu District Municipality Municipal Manager Mr DD Naidoo

Officials present,

Government Department

Members of the Media,

Mphakathi wakithi eMzumbe

All protocol is observed,

I greet you all,

I am humbled by the that this council bestowed upon me, aware of the challenges our municipality faces. Recently we have seen unforeseen circumstances in our municipality which have posed a challenge in the daily running of the municipality.

Despite that the newly sworn President of the Republic of South Africa, His excellency Cyril Ramaphosa have urged everyone to up the sleeves in ensuring that people's lives are changed.

Umongameli ubalule into sonke esikhathazayo yendlala esabhekene nabantu bakithi eSouth Africa noMzumbhe ongasali kulesosimo. Lokho kusho ukuthi thina njengamakhansela kumele sizibuze ukuthi kuleminyaka esondela kwemibili yini le esesiyenzile ukushintsha izimpilo zabantu baseMzumbhe. Lapha ngibhekise emaqenjini wonke amelelekile kulomasipala waseMzumbhe.

Kubalulekile futhi ukuthinta ezinye zezinqumo ezibalulekile ezathathwa inhlangano ebusayo enkomfeni yaseNasrec ngoDecember 2017 nalapho kwathathwa isinqumo sokuba uhlelo lwe Radical Economic Transformation lulandelwe uhulumeni ka ANC. Loluhlelo luyinto ebalulekile kakhulu kubantu baseNingizimu Africa ngoba lubheke ekuhlomuliseni abantu bakithi emnothweni nokusabukeka uhlomulisa idlanzana labamhlophe. Kumasipala wethu senza okusemandleni ukulungisa loluhlelo nakuba kunezingqinamba esibhekene nazo. Kodwa sifisa abantu baqonde ukuthi noma ngabe kunzima kangakanani kodwa sifuna abantu bakithi bahlomule kuleyongcosana yemisebenzi ekhona eMzumbhe kodwa lokho sifuna ukukwenza ngokulandela umthetho.

Kuyiqiniso ukuthi imithetho yobandlululo yabuyisela abantu bakithi emuva nokuhlanganisa ukuhlelwa komhlaba(spatial planning). Esinye sezinqumo zenkomfa ye ANC ngo 2017 yi Expropriation of Land without Compensation. Lesinqumo sadingidwa nasephalamende eledlule nokuyilapho kwavunyelwana ukuthi kumele kubhekisiswe isigaba 25 seConstitution ukuze kuqinisekise ukuthathwa komhlaba okuhambisana nomthetho sisekelo. Iphalamende elisha lizoqhubeka nokubheka loluhlelo ngoba enye ye yami- developments esifuna ukuwenza avinjwa yindaba yomhlaba.

Speaker allow me to table to this Council a final budget for the financial year 2019/2020 to this for approval. The application of sound financial management principles for the

compilation of the Municipality's financial plan is essential and critical to ensure that the Municipality remains financially viable and that municipal services are provided sustainably, economically and equitably to all communities.

The Municipality is grant dependent and it is 100% rural with high poverty and very low employment rates. It has to be noted that there has been a significant decline in the allocated grant amounts such as equitable share, MSIG and MIG. This has certainly put pressure on the municipality's budget. However, the municipality's business and service delivery priorities were reviewed as part of this year's planning and budget process. Where appropriate, funds were transferred from low- to high-priority programs so as to maintain sound financial stewardship.

The main challenges experienced during the compilation of the 2019/20 MTREF and they are common in Umzumbe Municipality:

- ✓ The ongoing difficulties in the national and local economy;
- ✓ Poor roads infrastructure since our roads are still on gravel;
- ✓ Dependency on government grants;
- ✓ Wage increases for municipal staff that continue to exceed consumer inflation, as well as the need to fill critical vacancies;
- ✓ Affordability of capital projects;

Section 53 of the MFMA requires the Mayor of the municipality to provide general political guidance in the budget process and the setting of priorities that must guide the preparation of the budget. As we all remember that we met in March 2019 where all Executive Committee Councillors and Management deliberated on budget proposals for the financial 2019/2020. A wish list taken from our IDP was presented to us by different departments. Finance Department gave guidance in terms financial perspective. I must emphasize that it was a difficult exercise because what we aspire was more than what we can afford, and we have to cut from bone marrow in order to provide an affordable service.

Somlomo uhlahlomali lwethu lwango 2019/2020 lumi kanje :

The total budgeted revenue is R306 million. This is funded by government grants and subsidies of R184 million, interest from investments of R13,5 million, tender sales and other income of R600 thousand, rates income of R7,5 million and own funds of R100 million. The total operating expenditure budget is R210 million. Investment revenue contributes just about 4 per cent to the revenue base of the municipality with a budget allocation of R13,5 million for 2019/20 year and projected R14 million and R15 million for the respective three financial years of the 2019/20 MTREF.

Tender sales, hall hire & other revenue of R600 thousand and rates income of R7,5 million also contribute to funding the budget.

The municipality had to also utilize internal savings of R100 million in order to fund the budget and ease the pressure of the decline in grant funding and in order to sustain projects/ programmes.

In this light, the municipality's actual performance against budget will be carefully monitored. Any variances in this regard will be addressed as part of the mid-year review and adjustments budget.

The total capital expenditure budget is R95 million which is funded mainly from MIG, Internal reserves & Equitable share grant. The major projects for the year include construction of roads, rehabilitation of community facilities, construction of a sport complex, construction of a learner's license testing center, upgrading of sports fields, construction of new municipal offices, purchase of plant and equipment and purchase of vehicles. The Technical services department has performed an evaluation exercise in terms of its assets management and maintenance plan.

Councillors are urged to go to the spreadsheet on the Council agenda for detailed breakdown of the totals indicated above.

Somlomo ngifisa futhi ukubalula nje izinto ezimbalwa ezibalulekile kule budget ukuze sibonise ukuzikhandla kwethu ukushintsha izimpilo zabantu.

Ezinhlelweni zakwa LED ukukha phezulu nje sibeke imali kulezinhlelo nezinye ukuze sithuthukise umnotho, sigcine amagugu nezokuvakasha eMzumbe. Umnyango wakwa LED useqhulwini lokuqhuba uhlelo lwe Radical Economic Transformation uphinde ulwe nendlala ngakho Somlomo ibudget yakhona imi kanje :

- ✓ Community Gardens sibeke u R1 million
- ✓ One Home, One Garden sibeke u R300,000
- ✓ Co-orps Development sibeke u R600,000
- ✓ Uhlelo lwama SMMEs olufaka phakathi I Business fair kanye noMzumbe Business Indaba sibeke u R1 million
- ✓ Kwezokuvakasha namagugu I Ntelezi Msane Commemoration sibeke u R571,340
- ✓ Isivivane seSilo uShaka sibeke u R530,000
- ✓ Ezokuthuthukiswa kwamaciko (Talent search) sibeke u R300 000,00
- ✓ Crafters training R200,000

Intsha yakithi ibambene nenking ye unemployment ekhula ngendlela emangalisayo kodwa uhulumeni unomsebenzi wokwakha intsha ezokwazi ukuncintisana emathubeni akhona ezweni. Angisho ukuthi izinhlelo ezivela lapha yilezo eziqhamuka ku summit entsha yaseMzumbe efuna ukubona intsha yakithi iphuma ebubheni kanye nakwizidakamizwa.

Izinhlelo zentsha zimi kanje :

- Career Exhibition Expo, R247,160
- Umzumbe High Schools Achievers, R206 696
- Youth Summit, R125,000
- Mayoral Cup Games, R738 720
- External Bursaries for top performers and scarce skills, R150,000
- Registration Assistance R150,000
- Mfundo Lushaba Marathon, R281 620

Ezakwa Special Programmes zimi kanje

- Izinhlelo zokulwa ne HIV sibeke u R425 240

- Disability programmes sibeke u R 546 000
- Amagolden Games sibeke u R 480,000
- Umkhosi womhlanga(local) u R185 000
- Umkhosi Womhlanga sibeke u R264 000
- I Women Commission sibeke u R 243 800
- Ukudodiswa kwabafana sibeke u R 129 890
- Isithangami samadoda sibeke u R60,000

Infrastructural Projects

Electricity

- ✓ Magwaza phase 2 sibeke u R1,3 million
- ✓ Mtwalume phase 1 sibeke u R187 500
- ✓ Isipofu phase 1 sibeke u R13,4 million

Roads

- ✓ Mthini owomile Access Road R526,000
- ✓ Ncazolo Access Road – R10 million
- ✓ Ncapheni Access Road- R2,1 million
- ✓ Mpelazwe Access Road – R1,8 million
- ✓ Mkhize Access Road –R1,9 million
- ✓ Mevana Access Road – R1,7 million
- ✓ Ndunge Access Road---R3,6 million
- ✓ Siyakhula Access Road----R3,6 million

Halls

- ✓ Mnafu and Rosetenville Community, R18,9 million

Sportfields

- ✓ Indoor phase Centre phase 2&3 ---R29,2 million
- ✓ Indumakhude Sport field----R4,5 million

Roads Maintanance -----R 5 million

Kwa Social Services

- ✓ Grass Cutting, R 350,000
- ✓ Free token electricity, R2,2 million
- ✓ Gel/Solar, R400,000
- ✓ Dress a child –R1,2 million
- ✓ Indigent Support –R424 000
- ✓ Disaster Awareness Campaign, R750,000
- ✓ Moral Regeneration R235,000
- ✓ Seeds Distribution R174,000

Councillors, amakhosi nezinhloka zonke ezikhona iyona ibudget eyethulwa umkhandlu wethu ukuhambisa izidingo kubantu bakithi kanti amakhansela azobona ukuthi kwi agenda ethunyelwe kithi kuyavela nezinye izinto engingazibalanga la ngenxa yesikhathi kodwa ziyingxenywe yesamba se budget yethu.

I wish to thank everyone who has contributed to the compilation of this budget. It was not an easy exercise for everyone especially for finance section who had to deal with MSCOA and its difficulties. Angiphinde ngibonge amakhansela wonke ngokuzikhandla ukuthi kuyiswe izidingo zabantu kubo. Ngibonge amakhosi asendlunkulu ngokubambisana okuhle phakathi kwawo nomkhandlo. Lapha eMzumbe ayikho inkosi eke ibonakale ivimba intuthuko. Ngibonge iqembu le ANC kanye nawo wonke amaqembu ezipolitiki akhe lomkhandlu ngokubambisana okuhle. Noma sihlukana ngemibono yepolitiki kodwa uma kuza emsebenzini kahulumeni siba munye. Ngibonge abasebenzi bonke ngokuzikhandla ukuqinisekisa ukuthi lomkhandlu uyaluthola loluhlahlomali ukuze luye ebantwini bakithi.

Speaker I hereby table this final budget before Council for approval.

Thank you.